

From: Wayne Hedberg
To: Mnrls
Date: 4/2/98 3:01pm
Subject: Meeting notes - Grand Central Silver Mines, Inc. (f.k.a., Centurion Mines)

On April 2, 1998, I and Lynn Kunzler met with John P. Ryan (President), Howard Crosby (Chairman), and Barry Katona of Grand Central Silver Mines, Inc. (GCSMI). Mr. Katona had requested the meeting to introduce the company's new officers and to discuss their plans under the new management.

Mr. Crosby explained the background behind the restructuring and renaming of Centurion Mines Corp. to GCSMI in January of 1998. He said the company is made up of the same shareholders, etc., but that Centurion's previous officers (notably Mr. Spence Hansen) had been either fired or laid off due to mismanagement of corporate funds, failure to pay bills, etc., to the tune of @\$400,000+. Supplemental capital has been raised to pay off the majority of their debts and they are committed to bring themselves into compliance with the regulatory agencies as soon as possible.

Mr. Crosby stated that Centurion's previous staff of @13 has been reduced to 2 locally (Mr. Katona and a watchman at their Tintic properties). Important company records (exploration projects, etc.) have apparently been destroyed or disappeared with the dismissal of previous staff. The new company reps are doing their best to try and reassemble the records to the extent possible. Mr. Katona has been in our offices copying our records on their behalf.

Mr. Katona committed to provide DOGM with the necessary (albeit delinquent) exploration progress reports giving a complete status update on all their exploration projects. Two feet of snow in the Tintic area is presently preventing them from getting out to investigate the status of these project sites. Mr. Ryan suggested a May or June timeframe to allow them to resolve the outstanding concerns. I indicated that our staff would like to perform a complete inspection of all their properties after they have had a chance to finish their initial assessment. Barry will be working with a new consulting geologist, Bruce Vulmaris(?) to assess the exploration sites and assemble the necessary reporting documents.

Nevada Star Corp. has entered into a purchase agreement with GCSMI to acquire the O.K. Copper Mine properties. The sales agreement is in the final stages and GCSMI hopes to close the deal within the next 2-3 weeks. I believe we have a permit transfer document in the works on this project.

GCSMI officials stressed their commitment to "mend the ways" of their predecessors and to do everything they can to be a good corporate citizen and meet all of the regulatory agencies requirements in a timely fashion.

A discussion of the company's proposed plans for some of their project areas follows:

m/001/039

E/001/115

E/001/084

E/023/033

E/001/106

E/001/118

E/023/093

E/027/046

E/027/055

E/049/032

E/049/041

Blue Mountain project area(s) - (State and Federal holdings) company hopes to reclaim same and have them released from further responsibility.

Kings Canyon Project area(s) - Reclaim necessary disturbances but hold onto same for time being.

Tintic Mining District project areas - GCSMI hopes to find a JV Partner and continue the development of these properties. If they fail to find a partner, then they would probably perform the necessary reclamation of the affected areas.

CC: MWright